FISCAL NOTE SB 2281 - HB 2485

February 23, 2002

SUMMARY OF BILL: Requires persons engaged in home solicitation sales to submit to a criminal background check. A person or business entity engaging in home solicitation sales will be required to obtain a home solicitation sale permit for a fee of \$50.00 from the county clerk where solicitation sales will be conducted. Conducting home solicitation sales without a permit or falsifying information on a home solicitation sales permit will be punished as a Class B misdemeanor.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures - \$298,000 Recurring \$200,000 One-Time Increase State Revenues - \$480,000 Increase Local Govt. Revenues - \$500,000 Increase Local Govt. Expenditures* - Exceeds \$100,000

Estimate assumes:

- a minimum of 10,000 permits issued annually and state expenditures and revenues for staff, equipment, and FBI services for the TBI to conduct background checks at a cost of \$48.00 per investigation.
- cost of the background checks, paid by an employer, is in addition to the \$50.00 permit fee paid to local government.
- local government expenditures and revenues result from the collection of permit fees and the costs to issue the permits, record maintenance, and any convictions for a Class B misdemeanor each year.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

James A. Davenport, Executive Director

James a. Lavenger

^{*}Article II, Section 24 of the Tennessee Constitution provides that: no law of general application shall impose increased expenditure requirements on cities or counties unless the General Assembly shall provide that the state share in the cost.